

MEMORANDUM

To: Board of Regents
From: Board Office
Subject: Allocation of Mandatory Student Fees for the 2004-2005 Academic Year
Date: May 10, 2004

Recommended Actions:

1. Approve the allocation of the Regent universities mandatory student fees for the 2004-05 academic year, including the summer 2004 session, as set forth in Tables 1-3.
2. Approve a \$2.50 per student reduction in the summer session mandatory student activities fees at the University of Iowa.

Executive Summary:

In the fall of each year, the Board of Regents establishes base tuition and mandatory fees for each of the universities for the following academic year. At the subsequent May Board meeting, the Board allocates student fees for various student purposes after considering the priorities of the students.

In February 2004, the Board approved a new policy on mandatory fees (illustrated on page 2). A portion of that policy requires unexpended funds from mandatory student fees be spent for the purposes approved.

Student Fee Committees The Iowa Code requires the involvement of student fee committees prior to the Board changing allocations of certain student fees.

The student fee committees at each university have met and made recommendations regarding the allocations of the student activities and student services fees. The universities have indicated the allocation proposals are consistent with the student fee committee recommendations.

The Board approved each of the mandatory fees in November 2003 as summarized below:

Student Fees			
Academic Year 2004-2005			
	SUI	ISU	UNI
Mandatory Student Fees			
Computer Fee	\$206	\$196	\$165
Health Fee	166	170	124
Health Facility Fee	10	16	26
* Student Activities Fee	51	57	0
* Student Services Fee	53	179	190
Student Union Fee	89	0	0
* Building Fee	119	106	180

*Allocations proposed for Board approval.

Allocations The Board is being requested to allocate student activity fees, student services fees and building fees as illustrated in tables 1-3 on pages 6-8.

SUI Change in Summer Fee	The University proposes to reduce the summer session student activities fees from \$12.75 to \$10.25. The University was originally planning a \$2.50 summer fee for the readership program which is not offered in the summer. The students will not be assessed the fee as originally planned.
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Background:

Board Process	Historically, the Board has set tuition and mandatory fees in the fall of each year. For more than 70 years, the Board has allocated amounts for student activities and student services. This is the first year in which no tuition dollars are being allocated for student fees.
Student Fee Committee	<p>Per <u>Iowa Code</u> §262.34B, a student fee committee at each university, composed of five students and five university employees, is required to make recommendations for certain student fee allocations to the university president by April 15 for the subsequent academic year.</p> <p>The university president, in turn, makes a recommendation to the Board and the Board makes the final decision on the allocations of those fees. This process allows student input into the decision of how the student fees are allocated. <u>Iowa Code</u> does not require student input on the allocation of building fees.</p>
New Policy	<p>The Board's new policy adopted in February 2004, on mandatory fees, is as follows:</p> <p>8.03 Mandatory Fees</p> <p>A. General Policy</p> <p>Mandatory fees, charged to each student, provide a distinct resource to respond to specific needs of students. Each institution must seek Board approval for any new mandatory fees or changes in mandatory fees.</p> <p>For a new mandatory fee to be established, a university must:</p> <ul style="list-style-type: none"> • Disclose origination of proposed fee (i.e. by student request or a need identified by the university). • Identify the basis for the fee (i.e. services to be provided by fee and related costs of those services). • Consult with students regarding the proposed expenditures of the newly available revenues. • Obtain documentation from the recognized student body governments indicating student support for new fee. <p>For proposed increases in mandatory fees above inflation, a university must follow the steps outlined for a proposed new fee.</p> <p>Annually, during the discussion of tuition and mandatory fees, the universities must:</p> <ul style="list-style-type: none"> • Report to the Board on revenues and expenditures for all fees generated by the mandatory fees (including the disposition of unallocated funds); <ul style="list-style-type: none"> • Unexpended funds from mandatory fees must be spent for the purposes for which the fee was originally implemented. • Address the applicability of mandatory fees for part-time students, off-campus students, and summer session students. <p>Each university must establish formal policies and procedures for assessing each mandatory fee and for granting exemptions.</p>

Analysis:

Allocation of Student Fees The following table provides a summary of the proposed fees by institution to be allocated at this time.

	SUI	ISU	UNI
Student Activities Fee	\$ 51	\$ 57	\$ --
Student Services Fee	53	179	190
Building Fees	119	106	180

Mandatory Fees The following tables highlight the changes from the prior year to those mandatory student fees, as approved in November 2003, for which Board approval is sought for allocation. The details of the proposed allocations are included on Tables 1 through 3 on pages 6-8.

MANDATORY FEES

Per student, per academic year

	Actual 2003-2004	Approved 2004-2005	Dollar <u>Change</u>
University of Iowa			
Student Activities Fee	\$ 39.00	\$ 51.00	\$12.00
Student Services Fee	51.00	53.00	2.00
Building Fees	119.00	119.00	--
Iowa State University			
Student Activities Fee	57.00	57.00	--
Student Services Fee	159.00	179.00	20.00
Building Fees	106.00	106.00	--
University of Northern Iowa			
Student Services Fee ¹	192.00	190.00	(2.00)
Building Fees	180.00	180.00	--

¹ Includes the final year of redirection of designated tuition to mandatory fees as explained on page 5.

ALLOCATED REVENUES FROM MANDATORY FEES

	Expected 2003-2004 <u>Academic Year</u>	Estimated 2004-2005 <u>Academic Year</u>	Dollar <u>Change</u>
University of Iowa			
Student Activities Fee	\$ 989,788	\$1,251,024	\$261,236
Student Services Fee	1,303,090	1,353,911	50,821
Building Fees	3,109,442	3,109,442	--
Iowa State University			
Student Activities Fee	1,501,950	1,482,000	(19,950)
Student Services Fee	4,189,650	4,654,000	464,350
Building Fees	2,793,100	2,756,000	(37,100)
University of Northern Iowa²			
Student Services Fee ¹	2,486,000	2,517,500	31,500
Building Fees	2,331,000	2,385,000	54,000

¹ Includes revenue from both mandatory fees and designated.

² UNI's allocated revenues include funds from prior year balances.

SUI

The University of Iowa is proposing allocations of the mandatory fees as identified on Table 1, page 6.

The total \$14 increase in mandatory fees per student, includes a \$12 increase in student activities fees and a \$2 increase in student services fees. This is consistent with the Board's approval last November. The most significant changes include:

- \$10.00 for a new campus-wide readership program.

The UISG conducted a successful pilot program and had a student survey which indicated strong support for the program. Five newspapers will be available at designated locations across campus allowing students to access the papers using University ID cards. This program will not be available in the summer and, therefore, there is no summer fee allocation.

- \$1.48 for student legal services.
- \$1.34 for Cambus/Bionic Bus.

In addition, the University is proposing to combine two building fees – the athletic and arena recreation project into one fee since the last maturity of the bonds for the arena recreation project (Carver/Hawkeye arena) is July 1, 2004.

Summer Session
Fees

The University of Iowa's total summer session student activity fee of \$10.25 is \$2.50 less than the originally Board-approved fee of \$12.75. The readership program is not offered in the summer and therefore the students will not be assessed the fee as originally planned. The University seeks Board approval to reduce the summer session student activities fees by the amount.

ISU

Iowa State University proposes mandatory fee allocations as identified on Table 2, page 7.

Priorities include additional support to the CyRide bus service, recreation programs, and intercollegiate athletics. The total \$20 increase in mandatory fees is consistent with the Board's approval last November and is allocated as follows:

- \$14.20 for the CyRide bus service to continue shuttle service from the Iowa State Center parking lot to the campus and free access to registered students. The proposed increase will support existing services and reflects cost changes for labor, fuel, and some loss of federal and state transit funds.
- \$2.80 supports increased student wages, expanded programs and equipment for women, and continued growth in users.
- \$3.00 represents the final phase of a \$9.00 increase for two projects: (1) providing lighting at Jack Trice Stadium and (2) reseating the student section in Hilton Coliseum behind the backboards at both ends of the court for basketball games.

UNI

The University of Northern Iowa proposes allocations of mandatory fees as identified on Table 3, page 8.

FY 2005 is the final year of the University's multi-year redirection of tuition to mandatory fees. In FY 2004, the University designated \$90 of tuition revenues per student as fees. For FY 2005, \$88 was added to student services mandatory fees, rather than \$90, which is consistent with Board approval last November. The changes in the fee allocations are as follows

- A net increase of 3.10 resulting from the combination of the increase of \$6.00 to the Panther Pass, from \$40 to \$46 and the elimination of \$2.90 for the Gallagher-Bluedorn Performing Arts Center.
- The Panther Pass provides free admission to most UNI cultural and athletic events and distributes revenues to Athletics, Theatre, Music, and the Gallagher-Bluedorn Performing Arts Center. The Gallagher-Bluedorn Performing Arts Center allocation of \$2.90 for FY 2004 was combined with the Panther Pass for FY 2005.
- The University plans a \$3 increase (\$25 to \$28) for the Athletics portion of the pass to offset lost student ticket revenue.
- A 10¢ increase, from \$12.90 (combined) to \$13, is proposed for the Gallagher-Bluedorn Performing Arts Center.
- Decrease of \$4.10 to Intercollegiate Athletics
- Decrease of \$1.30 to the Child Care Committee. The FY 2004 increased allocation was \$1.70.
- Increase of \$0.30 to Wellness and Recreation to support staffing.

Allocated
Revenues from
Prior Years

The University is planning to use available fee fund balances to allocate the same amount of revenue to organizations as done for FY 2004 even though fewer students are projected at the University.

Summer Session
Fees

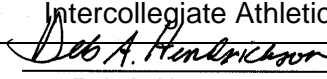
In November 2003, the Board approved the University of Northern Iowa's proposal to increase mandatory fees for summer sessions to 75% of the semester amount since the summer session is three fourths of the length of a regular session.

The University has allocated \$50.75 for athletics of the \$71.25 summer session student services fee. This represents a \$16.10 increase to athletics which required decreases in other fees since the total increase in summer fees was \$13.75.

Athletic Revenues

Intercollegiate Athletics receives funding from varied sources including two fees – the Panther Pass and the Intercollegiate Athletics fees.

- The Athletics portion increase from the Panther Pass is expected to generate additional revenue of about \$35,250. There is no allocation in the summer for the Panther Pass.
- The Intercollegiate Athletics allocation decrease of \$4.10 for the academic year results in a projected revenue reduction of \$48,175.
- The Intercollegiate Athletics summer fee increases by \$16.10 generating an additional \$64,400 in revenues.
- The overall impact is an increase of \$51,475 in revenues to Intercollegiate Athletics.


Deb A. Hendrickson

Approved: 
Gregory S. Nichols

Table 1
Mandatory Fees -- University of Iowa

	Academic Year (per student)			
	Actual 2003-2004	Proposed 2004-2005	Dollar Change	Percent Change
Student Activities Fee				
Bijou Film Commission	\$1.36	\$1.36	\$0.00	0.0%
Lecture Committee	3.36	3.84	0.48	14.3%
Rape Victim Advocacy Program	1.44	2.14	0.70	48.6%
SAVE ¹	0.22	0.00	-0.22	-100.0%
SCOPE ²	3.36	2.72	-0.64	-19.0%
KRUI Radio Station	1.58	2.14	0.56	35.4%
Student Video Producers	0.46	0.70	0.24	52.2%
Student Legal Services	3.08	4.56	1.48	48.1%
Tenant Landlord Association	0.90	0.92	0.02	2.2%
Readership Program	0.00	10.00	10.00	new
UI Student Association	23.24	22.62	-0.62	-2.7%
Total	39.00	51.00	12.00	30.8%
Student Services Fee				
Student Publications, Inc.	12.60	13.08	0.48	3.8%
Cambus/Bionic Bus	33.96	35.30	1.34	3.9%
Recreational Services	4.44	4.62	0.18	4.1%
Total	51.00	53.00	2.00	3.9%
Building Fee				
Athletic/Recreation Project ⁴	29.64	58.42	28.78	97.1%
Recreation Building ³	5.18	5.18	0.00	0.0%
Arena/Recreation Project	28.78	0.00	-28.78	-100.0%
Iowa Memorial Union ⁴	55.40	55.40	0.00	0.0%
Total	119.00	119.00	0.00	0.0%
	Summer Session (per student)			
	Actual 2003-2004	Proposed 2004-2005	Dollar Change	Percent Change
Student Activities Fee				
Bijou Film Commission	\$0.34	\$0.34	\$0.00	0.0%
Lecture Committee	0.84	0.96	0.12	14.3%
Rape Victim Advocacy Program	0.36	0.54	0.18	50.0%
SAVE ¹	0.05	0.00	-0.05	-100.0%
SCOPE ²	0.84	0.68	-0.16	-19.0%
KRUI Radio Station	0.39	0.54	0.15	38.5%
Student Video Producers	0.12	0.17	0.05	41.7%
Student Legal Services	0.77	1.15	0.38	49.4%
Tenant Landlord Association	0.23	0.23	0.00	0.0%
UI Student Association	5.81	5.64	-0.17	-2.9%
Total	9.75	10.25	0.50	5.1%
Student Services Fee				
Student Publications, Inc.	3.15	3.27	0.12	3.8%
Cambus/Bionic Bus	8.49	8.82	0.33	3.9%
Recreational Services	1.11	1.16	0.05	4.5%
Total	12.75	13.25	0.50	3.9%
Building Fee				
Athletic/Recreation Project ⁴	7.41	14.60	7.19	97.0%
Recreation Building ³	1.30	1.30	0.00	100.0%
Arena/Recreation Project	7.19	0.00	-7.19	-100.0%
Iowa Memorial Union ⁴	13.85	13.85	0.00	0.0%
Total	29.75	29.75	0.00	0.0%

¹ Safe and Anti-Violence Education (SAVE)

² Student Commission on Programming Events (SCOPE)

³ Needed for payment of debt service.

⁴ Portion needed for payment of existing debt service; portion to pay for future debt service or other user.

Table 2
Mandatory Fees -- Iowa State University

	Academic Year (per student)			
	Actual 2003-2004	Proposed 2004-2005	Dollar Change	Percent Change
Student Activities Fee				
Government of the Student Body	\$56.70	\$56.70	\$0.00	0.0%
Reserve for Legislative Relations	0.10	0.10	0.00	0.0%
Equipment/Program Support	0.20	0.20	0.00	0.0%
Total	57.00	57.00	0.00	0.0%
Student Services Fee				
Cyride (Bus System)	76.80	91.00	14.20	18.5%
Recreation	40.20	43.00	2.80	7.0%
Intercollegiate Athletics	42.00	45.00	3.00	7.1%
Total	159.00	179.00	20.00	12.6%
Building Fee				
Memorial Union ²	\$49.10	\$49.10	\$0.00	0.0%
Hilton Coliseum ¹	18.00	18.00	0.00	0.0%
Recreation Facility ¹	30.50	30.50	0.00	0.0%
New Ice Facility ¹	8.40	8.40	0.00	0.0%
Total	106.00	106.00	0.00	0.0%
	Summer Session (per student)			
	Actual 2003-2004	Proposed 2004-2005	Dollar Change	Percent Change
Student Activities Fee				
Government of the Student Body	\$14.18	\$14.18	\$0.00	0.0%
Reserve for Legislative Relations	0.03	0.03	0.00	0.0%
Equipment/Program Support	0.05	0.05	0.00	0.0%
Total	14.25	14.25	0.00	0.0%
Student Services Fee				
Cyride (Bus System)	19.20	22.75	3.55	18.5%
Recreation	10.05	10.75	0.70	7.0%
Intercollegiate Athletics	10.50	11.25	0.75	7.1%
Total	39.75	44.75	5.00	12.6%
Building Fee				
Memorial Union ²	12.28	12.28	\$0.00	0.0%
Hilton Coliseum ¹	4.50	4.50	0.00	0.0%
Recreation Facility ¹	7.63	7.63	0.00	0.0%
New Ice Facility ¹	2.10	2.10	0.00	0.0%
Total	26.50	26.50	0.00	0.0%

¹ Needed for payment of debt service.

² Portion needed for payment of existing debt service; portion to pay for future debt service or other uses.

Table 3
Mandatory Fees -- University of Northern Iowa

	Academic Year (per student)			
	Actual 2003-2004	Proposed 2004-2005	Dollar Change	Percent Change
Student Services Fee				
Student Organizations	\$16.50	\$16.50	\$0.00	0.0%
Panther Pass	40.00	46.00	6.00	15.0%
Intercollegiate Athletics ¹	67.40	63.30	-4.10	-6.1%
Fine Arts/Cultural ²	16.10	16.10	0.00	0.0%
Intercollegiate Academics ²	6.90	6.90	0.00	0.0%
Northern Iowan ²	2.50	2.50	0.00	0.0%
Homecoming ²	1.90	1.90	0.00	0.0%
Child Care Committee ²	2.90	1.60	-1.30	-44.8%
Student Activities Programming ²	9.10	9.10	0.00	0.0%
Wellness and Recreation ²	12.80	13.10	0.30	2.3%
Center for Multicultural Education ²	5.50	5.50	0.00	0.0%
Panther Shuttle Bus ²	7.20	7.20	0.00	0.0%
Gallagher-Bluedorn Performing Arts Center ²	2.90	0.00	-2.90	-100.0%
Family Weekend ²	0.30	0.30	0.00	0.0%
Total	192.00	190.00	-2.00	-1.0%
Building Fee				
Fieldhouse Fee ⁴	90.00	90.00	0.00	0.0%
Maucker Union Renovation ⁴	90.00	90.00	0.00	0.0%
Total ³	180.00	180.00	0.00	0.0%

	Summer Session (per student)			
	Actual 2003-2004	Proposed 2004-2005	Dollar Change	Percent Change
Student Services Fee				
Student Organizations	\$4.95	\$4.95	\$0.00	0.0%
Intercollegiate Athletics ¹	34.65	50.75	\$16.10	46.5%
Fine Arts/Cultural ²	4.30	4.30	\$0.00	0.0%
Intercollegiate Academics ²	0.95	0.20	-\$0.75	-78.9%
Northern Iowan ²	0.65	0.65	\$0.00	0.0%
Homecoming ²	0.15	0.15	\$0.00	0.0%
Child Care Committee ²	0.50	0.30	-\$0.20	-40.0%
Student Activities Programming ²	0.05	0.05	\$0.00	0.0%
Wellness and Recreation ²	9.50	9.60	\$0.10	1.1%
Center for Multicultural Education ²	0.10	0.10	\$0.00	0.0%
Panther Shuttle Bus ²	0.10	0.10	\$0.00	0.0%
Gallagher-Bluedorn Performing Arts Center ²	1.50	0.00	-\$1.50	-100.0%
Family Weekend ²	0.10	0.10	0.00	0.0%
Total	57.50	71.25	\$13.75	23.9%
Building Fee				
Fieldhouse Fee ⁴	27.00	33.75	6.75	25.0%
Maucker Union Renovation ⁴	27.00	33.75	6.75	25.0%
Total ³	54.00	67.50	13.50	25.0%

¹ For 2003-04 includes \$21.90 in designated tuition and \$45.50 in mandatory fees per semester and \$9.00 in designated tuition and \$25.65 in mandatory fees per summer.

² Previously designated tuition.

³ For 2003-04 includes \$90 in designated tuition and \$102 in mandatory fees per semester and \$26.90 in designated tuition and \$30.60 in mandatory fees per summer.

⁴ Needed for debt service payment.